

YEAR 2003-2004

ANNUAL REPORT

OF THE

PUBLIC SERVICE
COMMISSION

2003 SEP 13 AM 10:26

RECEIVED BY

NAME Big Mountain Water Company

LOCATION 8 miles north of Whitefish MT

PRIVATE WATER UTILITY

TO THE

PUBLIC SERVICE COMMISSION

OF MONTANA

FOR THE YEAR ENDING 5/31/2004

GENERAL INSTRUCTIONS

1. Prepare this report in conformity with the 1984 National Association of Utility Regulatory Commissioners Uniform System of Accounts for Water Utilities.
2. Interpret all accounting words or phrases in accordance with the USOA.
3. Complete each question fully and accurately, even if it has been answered in a previous annual report. Enter the word "None" where it truly and completely states the fact.
4. For any question, section or page which is not applicable to the respondent enter the words "Not Applicable or NA". Do not omit any pages.
5. Where dates are called for, the month and day should be stated as well as the year.
6. Complete this report by means which result in a permanent record.
7. If there is not enough room on any schedule, an additional page or pages may be added provided the format of the added schedule matches the format of the schedule with not enough room. Such a schedule should reference the appropriate schedules, state the name of the utility, and state the year of the report.
8. This report should be filled out in duplicate and one copy returned within 2 1/2 months after the close of the reporting period. The report should be returned to:

Montana Public Service Commission
Utility Division
2701 Prospect Avenue
Helena, Montana 59620

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REPORT OF

Big Mountain Water Company

(Exact Name of Utility)

P. O. Box 1400

Whitefish MT 59937

(Address)

(City, State, Zip Code)

For Year Ended 5/31/2004

Date Utility First Organized 1979

Telephone Number 406-862-1933

Location where books and records are located Big Mountain Resort Administrative Offices

Contracts:			
Name	Title	Principal Business Address	Salary
Person to send correspondence:	Sandi Unger	P. O. Box 1400 Whitefish MT 59937	XXXXXXXX
Person who prepared this report:	Sandi Unger	Same	XXXXXXXX
Officers & Managers:			\$
Frederic Jones	President	P. O. Box 1400 Whitefish MT 59937	\$ n/a
David Lawrence	Vice Pres.	Same	\$ n/a
Jami Phillips	Sec./Treas.	Same	\$ n/a
Sandi Unger	Assist. Sec.	Same	\$ n/a

Report every corporation or person owning interest or holding directly or indirectly 5 percent or more of the voting securities of the reporting utility:

Name	Percent Ownership in Utility	Principal Business Address	Salary Charged Utility
Winter Sports Inc.	100%	P. O. Box 1400 Whitefish MT 59937	\$ n/a
			\$
			\$
			\$

INCOME STATEMENT

Account Name	Current Year	Previous Year
GROSS REVENUE:		
Metered		
Residential	101,155.00	58,627.00
Commercial		
Industrial Fire Line Chgs.	5,351.00	5,352.00
Other		
Unmetered		
Residential		
Commerical Hydrant Fee	525.00	
Industrial Turn Off/On Fee	375.00	
Fire Protection		
Bulk Sales Late Pay Fee	26.00	
Sale of Materials	504.00	
Other Hook Up Fees	3,300.00	3,000.00
TOTAL GROSS REVENUE	111,236.00	66,980.00
Operation and Maintenance Expense	66,824.00	49,040.00
Depreciation Expense	33,546.00	28,024.00
Taxes Other Than Income		
Income Taxes	4,383.00	
Deferred Federal Income Taxes		(5,314.00)
Deferred State Income Taxes		(1,127.00)
TOTAL OPERATING EXPENSE	104,663.00	70,623.00
NET OPERATING INCOME (LOSS)	6,573.00	(3,643.00)
Other Income:		
Non-Utility Income		
Other Deductions:		
Non-Utility Expenses		
Interest Expense	-0-	6,019.00
NET INCOME (LOSS)	6,573.00	(9,662.00)

COMPARATIVE BALANCE SHEET

ACCOUNT NAME	CURRENT YEAR	PREVIOUS YEAR
Assets:		
Utility Plant In Service	1,001,150.00	780,499.00
work in progress	1,978.00	
Accumulated Depreciation and Amortization	(585,313.00)	(551,858.00)
Net Utility Plant	417,815.00	228,641.00
Cash	19,440.00	10,339.00
Customer Account Receivable	13,601.00	7,063.00
Other Assets (Specify)		
Income Tax Receivable	1,127.00	6,441.00
Total Assets	451,983.00	252,484.00
Liabilities an Capital:		
Common Stock Issued	100,000.00	100,000.00
Preferred Stock Issued		
Other Paid In Capital		
Retained Earnings	(101,880.00)	(108,454.00)
Proprietary Capital		
Total Capital		
Long Term Debt		
Accounts Payable	1,506.00	3,565.00
Notes Payable Acct. Payable Accrued	3,951.00	
Customer Deposits		
Accrued Taxes		
Other Liabilities (Specify)		
Income Tax Payable	4,383.00	
Advances for Construction		
Contributions In Aid Of		
Construction Contributed Capital	444,023.00	257,373.00
Total Liabilities and Capital	451,983.00	252,484.00

Accumulated Depreciation and Amortization of Utility Plant

Account 108	Current Year	Previous Year
Balance First of Year		
Credits During Year		
Accruals Charged to Depreciation Account		
Salvage		
Other Credits (Specify)		
Total Credits		
Debits During Year:		
Book Cost of Plant Retired		
Cost of Removal		
Other Debits (Specify)		
Balance End of Year		

CONTRIBUTIONS IN AID OF CONSTRUCTION

Report below all contractor and developer agreements and line extension agreements from which cash or property was received during the year	Indicate "Cash or Property"	Amount
N/A		
Total During Year		

ACCUMULATED DEFERRED INCOME TAXES

Description	Total
Accumulated Deferred Income Taxes:	
Federal	
State	
Total Accumulated Deferred Income Taxes	

CAPITAL STOCK

	Common Stock	Preferred Stock
Par or stated value per share	10.00	
Shares authorized	20,000	
Shares issued and outstanding	10,000	
Total par value of stock issued	100,000.00	
Dividends declared per share for year	n/a	

RETAINED EARNINGS

	Appropriated	Unappropriated
Balance first of year (deficit)		(108,454.00)
Changes during year (Specify): Net Profit		6,574.00
Balance end of year		(101,880.00)

PROPRIETARY CAPITAL

	Proprietor or Partner	Partner
Balance first of year		
Changes during year (specify):		
n/a		
Balance end of year		

LONG TERM DEBT

Description of Obligation	Interest		Principal Per Balance Sheet Date
	Rate	Pymts	
n/a			
Total			

WATER UTILITY PLANT ACCOUNTS

Acct No.	Account Name	Previous Year	Additions	Retirements	Current Year
301	Organization				
302	Franchises				
303	Land & Land Rights				
304	Structures and Improvements	346,310.92	220,651.00		566,962
305	Collecting and Impounding Reservoirs				
306	Lake River and Other Intakes				
307	Wells and Springs	98,732.19			98,732
308	Infiltration Galleries and Tunnels				
309	Supply Mains	12,614.79			12,615
310	Power Generation Equipment				
311	Pumping Equipment	9,862.00			9,862
320	Water Treatment Equipment				
330	Distribution Reservoirs and Standpipes	269,912.16			269,912
331	Tranmission and Distribution Mains Valving	7,248.31			7,248
333	Services	11,709.96			11,710
334	Meters and Meter Installations	3,598.41			3,598
335	Hydrants				
339	Other Plant and Miscellaneous Equipment	985.04			985
340	Office Furniture and Equipment				
341	Transportation Equipment				
342	Stores Equipment				
343	Tools, Shop & Garage Equipment				
344	Laboratory Equipment Work in Progress	-0-	1,978.00		1,978
345	Power Operated Equipment				
346	Communication Equipment Engineering	8,898.61			8,899
347	Miscellaneous Equipment Capital Int.	5,973.44			5,973
348	Other Tangible Plant Backflow Preventor	4,654.11			4,654
	Total Water Plant	780,499.00	220,651.00		1,003,128

ANALYSIS OF ACCUMULATED DEPRECIATION BY PRIMARY ACCOUNT

ACCT. NO.	ACCOUNT	AVERAGE SERVICE LIFE IN YEARS	AVERAGE SALVAGE IN PERCENT	DEPR. RATE APPLIED	ACCUMULATED DEPRECIATION BALANCE PREVIOUS YEAR	DEBITS	CREDITS	ACCUMULATED DEPRECIATION BALANCE END OF YEAR
304	Structures & Improvements		%	%				
305	Collecting & Impounding Reservoirs		%	%				
306	Lake River & Other Intakes		%	%				
307	Wells and Springs		%	%				
308	Infiltrations Galleries & Tunnels		%	%				
309	Supply Mains		%	%				
310	Power Generating Equip.		%	%				
311	Pumping Equipment		%	%				
320	Water Treatment Equip.		%	%				
330	Distribution Reservoirs & Standpipes		%	%				
331	Trans. & Dist. Mains		%	%				
333	Services		%	%				
334	Meier & Meter Installation		%	%				
335	Hydrants		%	%				
339	Other Plant & Misc. Equip.		%	%				
340	Office Furniture and Equipment		%	%				
341	Transportation Equip.		%	%				
342	Stores Equipment		%	%				
343	Tools, Shop & Garage Equipment		%	%				
344	Laboratory Equipment		%	%				
345	Power Operated Equipment		%	%				
346	Communication Equipment		%	%				
347	Miscellaneous Equipment		%	%				
348	Other Tangible Plant		%	%				
Totals								

WATER OPERATION AND MAINTENANCE EXPENSE

ACCOUNT NAME	AMOUNT
Salaries and Wages - Employees Contracted Labor	26,170.00
Salaries and Wages - Officers, Directors and Majority Stockholders	
Employee Pensions and Benefits	
Purchased Water	
Purchased Power Electrical	14.858.00
Fuel For Power Production	
Chemicals	
Materials and Supplies	
Contractual Services	
Rents	
Transportation Expense	
Insurance Expense	
Regulatory Commission Expense	
Bad Debt Expense	
Miscellaneous Expense Total Other Expenses	25.797.00
Total	66,825.00

PAYMENTS FOR SERVICES RENDERED BY OTHER THAN EMPLOYEES

<p>Report all information concerning rate, management, construction, advertising, labor relations, public relations, or other similar services rendered the respondent for which the aggregate payments during the year to any corporation, partnership, individual or organization of any kind whatever, amounting to \$500. or more. Utilities having revenue in excess of \$100,000 should report amounts of \$5,000 or more.</p>		
Name of Recipient	Amount	Description of Service
Sandry Construction	85,098.15	Line Construction
Carver Engineering	5,710.78	Engineering fees
Billmayer Drilling	82,773.09	Well 4
Flathead Electric	15,824.00	Utilities
New Castle Electric	10,146.40	New service
Terrex Industries	11,792.78	Equipment/supplies
Hughes Supplies	9,895.20	Equipment/supplies
Winter Sports, Inc.	33,384.38	Labor, equipment rental, supplies

SOURCES OF WATER SUPPLY

Surface Water: River _____ Lake _____ Stream _____ Impounding Res. _____
 Ground Water: Springs No. _____ Shallow Wells No. _____ Deep Wells No. Four

SUPPLY, TRANSMISSION & DISTRIBUTION MAINS (FEET)

Size Inches	First of Year	Laid During Year	Total	Abandoned During Yr.	Taken Up During Yr.	Total	Close of Year
10"	3260	882	4142				4142
8"	22026	2567	24593				24593
6"	2164		2164				2164
4"	450		450				450
2"	2850		2850				2850
1"	300		300				300
Total							

RESERVOIRS, STANDPIPES AND PURIFICATION SYSTEM

Number of Reservoirs 2 Capacity in Gallons 1- 300,000
 Number of Standpipes _____ Capacity in Gallons 1- 500,000
 Method of Purification _____

SERVICES AND METERS

Services	5/8 in.	1 in.	1 1/2 in.	2 in.	3 in.	4 in.	6 in.	3/4 in.	
1/2 in.									
Meters	141	18	5	3	4	6	3	9	189

NUMBER AND CLASSIFICATION OF CONSUMERS

-Beginning of Year-

-Close of Year-

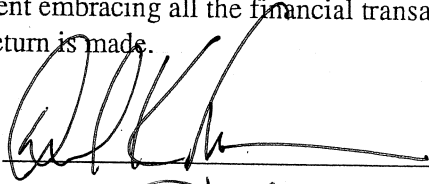
Classification	Metered	Unmetered	Total	Metered	Unmetered	Total	Increase or Decrease
Residential	133			149			16
Commercial	26			29			3
Industrial	9			13			4
Fire Hydrants		38			49		11
Governmental							
All Other <u>hotel/</u> <u>condo</u>	242			242			
Total							
	410	38		433	49		34

TOTAL PUMPING STATION STATISTICS

Total Amount of Water Obtained by all methods during the Year 16,510,502 gals.
 Maximum Water obtained all methods during any one day _____ gals.
 Minimum Amount of Water obtained all methods during one day _____ gals.
 Total Amount of Water passed through customers meters during year _____ gals.
 Range of ordinary pressure on mains _____ lbs. to _____ lbs.
 Range of fire pressure in mains _____ lbs. to _____ lbs.

STATE OF MONTANA)
County of FLATHEAD)

We, the undersigned, on our oath do severally say that the foregoing return the
Big Mountain Water Co., water utility, has been prepared
under our direction from the original books, papers and records of said utility and declare
the same to be a full, true and correct statement embracing all the financial transactions of
said utility during the period for which the return is made.


J. Phillips

Subscribed and sworn to before me this 12th day of Sept, ~~19~~ 2005.

Janeen T. Lunge

Notary Public for State of Montana
Residing at Whitefish
My Commission Expires 9/30/2006